

# HIGHLANDS BANCORP, INC.

	CPP Disbursement Date 05/08/2009	RSSD (Holding Company) 4136037	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	\$ millions	2010 \$ millions	%chg from prev		
Assets		\$164			
Loans		\$123			
Construction & development		\$6			
Closed-end 1-4 family residential		\$20			
Home equity		\$21			
Credit card		\$0			
Other consumer		\$0			
Commercial & Industrial		\$17			
Commercial real estate		\$58			
Unused commitments		\$33			
Securitization outstanding principal		\$0			
Mortgage-backed securities (GSE and private issue)		\$5			
Asset-backed securities		\$0			
Other securities		\$13			
Cash & balances due		\$21			
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)		\$0			
Open-end HELOC originated for sale (quarter)		\$0			
Closed-end mortgage originations sold (quarter)		\$0			
Open-end HELOC originations sold (quarter)		\$0			
Liabilities		\$148			
Deposits		\$137			
Total other borrowings		\$11			
FHLB advances		\$11			
Equity					
Equity capital at quarter end		\$16			
Stock sales and transactions with parent holding company (cumulative through calendar year)		\$0	NA		
Performance Ratios					
Tier 1 leverage ratio		9.1%	--		
Tier 1 risk based capital ratio		11.0%	--		
Total risk based capital ratio		12.2%	--		
Return on equity <sup>1</sup>		3.4%	--		
Return on assets <sup>1</sup>		0.3%	--		
Net interest margin <sup>1</sup>		3.8%	--		
Coverage ratio {(ALL+Alloc transfer risk)/Noncurrent loans}}		40.9%	--		
Loss provision to net charge-offs (qtr)		74.4%	--		
Net charge-offs to average loans and leases <sup>1</sup>		0.4%	--		
<sup>1</sup> Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	#N/A	2010	#N/A	2010	
Construction & development		31.9%		3.2%	--
Closed-end 1-4 family residential		2.9%		0.0%	--
Home equity		0.0%		0.0%	--
Credit card		0.0%		0.0%	--
Other consumer		0.0%		0.0%	--
Commercial & Industrial		1.2%		0.0%	--
Commercial real estate		1.8%		0.0%	--
Total loans		3.4%		0.1%	--